- (3) Number of persons not favoring the Order:
- (4) Volume of production voted favoring the continuation of the Order;
- (5) Volume of production voted not favoring the continuation of the Order; and
 - (6) Number of invalid ballots.

§ 1280.629 FSA county office report.

The county FSA office report shall be certified as accurate and complete by the CED or designee, acting on behalf of the Administrator, AMS, as soon as may be reasonably possible, but in no event shall submit no later than 18th business day following the final day of the specified period. Each county FSA office shall transmit the results in its county to the FSA State office. The results in each county may be made available to the public upon notification by the Administrator, FSA, that the final results have been released by the Secretary. A copy of the report shall be posted for 30 calendar days following the date of notification by the Administrator, FSA, in the county FSA office in a conspicuous place accessible to the public. One copy shall be kept on file in the county FSA office for a period of at least 12 months after notification by FSA that the final results have been released by the Secretary.

§ 1280.630 FSA State office report.

Each FSA State office shall transmit to the Administrator, FSA, as soon as possible, but in no event later than the 20th business day following the final day of the voting period, a report summarizing the data contained in each of the reports from the county FSA offices. One copy of the State summary shall be filed for a period of not less than 12 months after the results have been released and available for public inspection after the results have been released.

§ 1280.631 Results of the referendum.

(a) The Administrator, FSA, shall submit to the Administrator, AMS, the reports from all State FSA offices. The Administrator, AMS, shall tabulate the results of the ballots. USDA will issue an official press release announcing the results of referendum and publish the

same results in the FEDERAL REGISTER. In addition, USDA will post the official results at the following website: http://www.ams.usda.gov/lsg/mpb/rp-lamb.htm.
Subsequently, State reports and related papers shall be available for public inspection upon request during normal business hours in the Marketing Programs Branch; Livestock and Seed Program, AMS, USDA, Room 2638-S; STOP 0251; 1400 Independence Avenue, SW., Washington, DC.

(b) If the Secretary deems necessary, a State report or county report shall be reexamined and checked by such persons who may be designated by the Secretary.

§ 1280.632 Disposition of records.

Each FSA CED will place in sealed containers marked with the identification of the "Lamb Checkoff Program Referendum," all of the form LS-86's along with the accompanying documentation and county summaries. Such records will be placed in a secure location under the custody of FSA CED for a period of not less than 12 months after the date of notification by the Administrator, FSA, that the final results have been announced by the Secretary. If the county FSA office receives no notice to the contrary from the Administrator, FSA, by the end of the 12 month period as described above, the CED or designee shall destroy the records.

§ 1280.633 Instructions and forms.

The Administrator, AMS, is authorized to prescribe additional instructions and forms not inconsistent with the provisions of this subpart.

§ 1280.634 Confidentiality.

The names of persons voting in the referendum and ballots shall be confidential and the contents of the ballots shall not be divulged except as the Secretary may direct. The public may witness the opening of the ballot box and the counting of the votes but may not interfere with the process.

PART 1290—SPECIALTY CROP BLOCK GRANT PROGRAM

Sec.

1290.1 Purpose and scope.

§ 1290.1

- 1290.2 Definitions.
- 1290.3 Eligible grant applicants.
- 1290.4 Eligible grant project.
- 1290.5 Restrictions and limitations on grant funds.
- 1290.6 Completed application.
- 1290.7 Review of grant applications.
- 1290.8 Grant agreements.
- 1290.9 Reporting and oversight requirements.

1290.10 Audit requirements.

AUTHORITY: 7 U.S.C. 1621 note.

Source: 71 FR 53307, Sept. 11, 2006, unless otherwise noted.

§ 1290.1 Purpose and scope.

Pursuant to the authority conferred by Section 101 of the Specialty Crops Competitiveness Act of 2004 (7 U.S.C. 1621 note) AMS will make grants to States to enhance the competitiveness of specialty crops in accordance with the terms and conditions set forth herein and other applicable federal statutes and regulations including, but not limited to, 7 CFR Part 3016.

§ 1290.2 Definitions.

- (a) *AMS* means the Agricultural Marketing Service of the U. S. Department of Agriculture.
- (b) Application means application for Specialty Crop Block Grant Program.
- (c) "Enhancing the competitiveness" of specialty crops includes, but is not limited to: Research, promotion, marketing, nutrition, trade enhancement, food safety, food security, plant health programs, education, "buy local" programs, increased consumption, increased innovation, improved efficiency and reduced costs of distribution systems, environmental concerns and conservation, product development, and developing cooperatives.
- (d) *Grant period* means the period of time from when the grant agreement is signed until the completion of all SCBGP projects submitted in the State plan.
- (e) Grantee means the government to which a grant is awarded and which is accountable for the use of the funds provided. The grantee is the entire legal entity even if only a particular component of the entity is designated in the grant agreement.
- (f) Outcome measure means an event or condition that is external to the project and that is of direct importance

to the intended beneficiaries and/or the public.

- (g) *Project* means all proposed activities to be funded by the SCBGP.
- (h) Specialty crop means fruits and vegetables, tree nuts, dried fruits, and nursery crops (including floriculture).
- (i) State means the fifty States, the District of Columbia, and the Commonwealth of Puerto Rico.
- (j) State department of agriculture means the agency, commission, or department of a State government responsible for agriculture within the State
- (k) Subgrantee means the government or other legal entity to which a subgrant is awarded and which is accountable to the grantee for the use of funds provided.

§ 1290.3 Eligible grant applicants.

Eligible grant applicants are State departments of agriculture from the fifty states, the District of Columbia, and the Commonwealth of Puerto Rico.

§ 1290.4 Eligible grant project.

- (a) To be eligible for a grant, the project(s) must enhance the competitiveness of specialty crops.
- (b) To be eligible for a grant, the project(s) must be completed 3 calendar years after the grant agreement prescribed in §1290.8 is signed. The grant period is established by the longest approved project submitted in the State plan. However, for cause, an extension of the grant period not to exceed three years may be granted by AMS on a case by case basis with a written request from the State.

§ 1290.5 Restrictions and limitations on grant funds.

- (a) Grant funds may not be used to fund political activities in accordance with provisions of the Hatch Act (5 U.S.C. 1501–1508 and 7324–7326).
- (b) All travel expenses associated with SCBGP projects must follow Federal Travel Regulations (41 CFR Chapters 300 through 304) unless State travel requirements are in place.
- (c) Grant funds shall supplement the expenditure of State funds in support of specialty crops grown in that State, rather than replace State funds.

§ 1290.6 Completed application.

Completed applications shall be clear and succinct and shall include the following documentation satisfactory to AMS.

- (a) Completed applications must include an SF-424 "Application for Federal Assistance".
- (b) Completed applications must also include one State plan to show how grant funds will be utilized to enhance the competitiveness of specialty crops. The state plan shall include the following:
- (1) Cover page. Include the lead agency for administering the plan and an abstract of 200 words or less for each proposed project.
- (2) Project purpose. Clearly state the specific issue, problem, interest, or need to be addressed. Explain why each project is important and timely.
- (3) Potential impact. Discuss the number of people or operations affected, the intended beneficiaries of each project, and/or potential economic impact if such data are available and relevant to the project(s).
- (4) Financial feasibility. For each project, provide budget estimates for the total project cost. Indicate what percentage of the budget covers administrative costs. Administrative costs should not exceed 10 percent of any proposed budget. Provide a justification if administrative costs are higher than 10 percent.
- (5) Expected measurable outcomes. Describe at least two discrete, quantifiable, and measurable outcomes that directly and meaningfully support each project's purpose. The outcome measures must define an event or condition that is external to the project and that is of direct importance to the intended beneficiaries and/or the public.
- (6) *Goal(s)*. Describe the overall goal(s) in one or two sentences for each project.
- (7) Work plan. Explain briefly how each goal and measurable outcome will be accomplished for each project. Be clear about who will do the work. Include appropriate time lines. Expected measurable outcomes may be long term that exceed the grant period. If so, provide a timeframe when long term outcome measure will be achieved.

- (8) Project oversight. Describe the oversight practices that provide sufficient knowledge of grant activities to ensure proper and efficient administration.
- (9) Project commitment. Describe how all grant partners commit to and work toward the goals and outcome measures of the proposed project(s).
- (10) Multi-state projects. If the project is a multi-state project, describe how the States are going to collaborate effectively with related projects. Each State participating in the project should submit the project in their State plan indicating which State is taking the coordinating role and the percent of the budget covered by each State.

§ 1290.7 Review of grant applications.

Applications will be reviewed and approved or rejected as appropriate for conformance with the provisions in §1290.6. AMS may request the applicant provide for additional information or clarification.

§ 1290.8 Grant agreements.

- (a) After review and approval of a grant application, AMS will enter into a grant agreement with the State department of agriculture.
- (b) AMS grant agreements will include at a minimum the following:
- (1) The projects in the approved State plan.
- (2) Total amount of Federal financial assistance that will be advanced.
- (3) Terms and conditions pursuant to which AMS will fund the project(s).

§ 1290.9 Reporting and oversight requirements.

- (a) An annual performance report will be required of all State departments of agriculture 90 days after the end of the first year of the date of the signed grant agreement and each year until the expiration date of the grant period. If the grant period is one year or less, then only a final performance report (see paragragh (b) of this section) is required. The annual performance report shall include the following:
- (1) Briefly summarize activities performed, targets, and/or performance goals achieved during the reporting period for each project.

§ 1290.10

- (2) Note unexpected delays or impediments as well as favorable or unusual developments for each project.
- (3) Outline work to be performed during the next reporting period for each project.
- (4) Comment on the level of grant funds expended to date for each project.
- (b) A final performance report will be required by the State department of agriculture within 90 days following the expiration date of the grant period. The final progress report shall include the following:
- (1) An outline of the issue, problem, interest, or need for each project.
- (2) How the issue or problem was approached via the project(s).
- (3) How the goals of each project were achieved.
- (4) Results, conclusions, and lessons learned for each project.
- (5) How progress has been made to achieve long term outcome measures for each project.
- (6) Additional information available (e.g. publications, Web sites).
- (7) Contact person for each project with telephone number and e-mail address.
- (c) A final SF-269A "Financial Status Report (Short Form)" (SF-269 "Financial Status Report (Long Form)" if the project(s) had program income) is re-

quired within 90 days following the expiration date of the grant period.

- (d) AMS will monitor States, as it determines necessary, to assure that projects are completed in accordance with the approved State plan. If AMS, after reasonable notice to a State, finds that there has been a failure by the State to comply substantially with any provision or requirement of the State plan, AMS may disqualify, for one or more years, the State from receipt of future grants under the SCBGP.
- (e) States shall diligently monitor performance to ensure that time schedules are being met, project work within designated time periods is being accomplished, and other performance measures are being achieved.
- (f) State departments of agriculture shall retain records pertaining to the SCBGP for 3 years after completion of the grant period or until final resolution of any audit findings or litigation claims relating to the SCBGP.

§ 1290.10 Audit requirements.

The State is accountable for conducting a financial audit of the expenditures of all SCBGP funds. The State shall submit to AMS not later than 30 days after completion of the audit, a copy of the audit results.